Michigan Department of Treasury (Rev. 10-99)

SINGLE BUSINESS TAX Penalty and Interest Computation for Underpaid Estimated Tax

C-8020 1999

This form is issued under authority of P.A. 228 of 1975. See instruction booklet for filing guidelines.

1 Name		2 Federal Employer ID No. (FEIN) or TR No.				
PART 1: ESTIMATED TAX REQUIRED FOR THE YEAR						
3 Annual tax (from C-8000, line 50)			3			
4 Required estimate amount. Enter 85% of line 3. If your last year's tax was						
less than \$20,000, enter the smaller of last year's tax or 85% of line 3			4. <u></u>			
See SBT instruction booklet for exceptions	^					
to penalty and interest computation.	Α	В	С	D		
5 ENTER YOUR PAYMENT DUE DATES 5						
6 Divide amount on line 4 by 4 (or by the number of quarterly						
returns required). If you annualize, enter the amount from						
worksheet, line 29 6						
CAUTION: Complete lines 8 - 15 one column at a time.						
7 Prior year overpayment used on quarterly return 7						
8 Amount paid on quarterly return or SUW return 8						
9 Enter amount, if any, from line 15 of the previous column						
10 Add lines 7, 8 and 910						
11 Add amounts on lines 13 and 14 of the previous						
column and enter the result here11						
12 Subtract line 11 from line 10. If zero or less, enter zero.						
For column A only, enter the amount from line 1012						
13 Remaining underpayment from previous period.						
If the amount on line 12 is zero, subtract line 10 from						
line 11 and enter the result here. Otherwise, enter zero13						
4 UNDERPAYMENT. If line 6 is greater than or equal to line 12,						
subtract line 12 from line 6 and enter it here. Then go						
to line 8 of the next column. Otherwise, go to line 1514						
15 OVERPAYMENT. If line 12 is larger than line 6, subtract line 12						
from line 6 and enter it here. Then go to line 9 of next column15						
PART 2: FIGURING THE INTEREST	A	В	С	D		
16 TOTAL UNDERPAYMENT. Add lines 13 and 1416						
17 Enter the due date for your next quarter or the date the tax						
was paid, whichever is earlier. In column D, enter the earlier						
of the due date for your annual return or date the tax was paid 17						
18 Number of days from the due date of your						
quarter to the date on line 1718						
19 Number of days on line 18 after 4/30/99 and before 7/1/9919						
20 Number of days on line 18 after 6/30/99 and before 1/1/200020						
21 Number of days on line 18 after 12/31/99 and before 7/1/200021						
22 Number of days on line 18 after 6/30/2000 and before 1/1/200122						
23 Number of days on line 19 x 9.5% (.095) x amount on line1623						
365						
24 <u>Number of days on line 20</u> x 8.8% (.088) x amount on line1624						
25 Number of days on line 21 x 8.9% (.089) x amount on line1625						
26 Number of days on line 22 x *% x amount on line1626						
27 Underpayment of interest. Add lines 23 through 2627						
28 Interest Due. Add line 27 columns A through D and enter the result here.						
-	you are not calculating penalty, enter on C-8000, line 57 or C-8044, line 2328.					
*Interest rate will be set at 1% above the prime rate of interest for this per				 ury.state.mi		



PART 3: FIGURING THE PENALTY

Compute penalty only if paid quarterly return(s) were not filed. Do not compute penalty for any quarter in which a timely paid estimated return was filed or there is a credit available from prior quarterly returns. Treasury will review the estimates filed and, if necessary, bill you for the appropriate penalty.

			А	В	С	D
29	Enter the amount from line 16	29				
	Penalty rate by quarter	30	15%	15%	15%	15%
	Multiplyline 29 by line 30					
32	Enter the portion of line 29, column D, that is carried					
	forward from line 29A (see below*)	32				
33	Penalty correction percentage	33				10%
34	Multiplyline 32, column D, by 10%	34				
35	Penalty. Subtract line 34 from line 31, if applicable	35				
36	Enter the amounts from line 31 or line 35, whichever applies	36				
37	Total penalty. Add line 36, columns A through D				37.	
38	Total penalty and interest. Add lines 28 and 37.					
	Enter here and on form C-8000 line 57 or C-8044 line 23				38	

^{*}This adjustment is only necessary if a first quarter underpayment is not satisfied by payments made in the second, third or fourth quarters. To compute this line, total the amounts on line 8, columns B, C and D. If the total of these three amounts is greater than or equal to the amount on line 14, column A, then no adjustment is necessary. If line 14, column A is greater than the total of line 8, columns B, C and D, enter the difference on line 32 and compute the adjustment.

Annualization Worksheet Complete this worksheet if your liability is not evenly distributed throughout the year.		A First 3 Months	B First 6 Months	C First 9 Months	D Full 12 Months
1 Gross receipts	1				
2 Business income					
3 Compensation					
4 Additions					
5 Add lines 2 through 4					
6 Subtractions					
7 Tax base. Subtract line 6 from line 5					
8 Apportionment percentage (from C-8000H)					
9 Apportioned tax base. Multiply line 7 by line 8					
10 Net capital acquisition deduction (from C-8000D)					
11 Business loss deduction					
12 Statutory deduction if available					
13 Adjusted tax base. Subtract lines 10, 11 and 12					
from line 7 or 9, whichever applies	13				
14 Reductions to tax base from C-8000S					
15 Taxable amount. Subtract line 14 from line 13					
16 Tax rate (see instructions)	16				
17 Tax before credits. Multiply line 15 by line 16					
18 Standard small business credit from C-8000C or C-8009					
19 Subtract line 18 from line 17	19				
20 Alternate tax from C-8000C, C-8044 or C-8009	20				
21 Unincorporated/S-corporationcredit	21				
22 Other credits (from C-8000C or C-8000MC)					
23 Net tax liability. Subtract lines 21 and 22					
from line 19 or 20, whichever applies	23				
24 Annualization ratios	24	4	2	1.3333	1
25 Annualized tax. Mutliply line 23 by line 24	25				
26 Applicable percentage	26	21.25%	42.5%	63.75%	85%
27 Multiplyline 25 by line 26					
28 Enter the combined amounts of line 29					
from all preceding columns	28				
29. ESTIMATEREQUIREMENTS BY QUARTER					
Subtract line 28 from line 27. If less than zero, enter -0					
Enter here and on C-8020, line 6	29.				

NOTE: Totals on line 29 must equal 85% of the current year tax liability on page 1, line 3.